

**LEGISLATIVE SERVICES AGENCY  
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**FISCAL IMPACT STATEMENT**

**LS 6933**

**BILL NUMBER:** HB 1146

**NOTE PREPARED:** Jan 1, 2006

**BILL AMENDED:**

**SUBJECT:** Interlocal Cooperation for Economic Development.

**FIRST AUTHOR:** Rep. Stevenson

**BILL STATUS:** As Introduced

**FIRST SPONSOR:**

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Local

**Summary of Legislation:** The bill specifies that an entity entering into an agreement under the Interlocal Cooperation Law that is related to an economic development project may transfer money or property or provide personnel, services, or facilities to another participating entity, an economic development entity, or a regional development authority.

**Effective Date:** July 1, 2006.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:** The bill authorizes a political subdivision or an economic or regional development entity that enters into an interlocal agreement relating to certain economic development projects to: (1) transfer money or property to other political subdivisions or entities that are parties to the agreement; and (2) provide personnel, services, or facilities to political subdivisions or entities that are parties to the agreement. The transfers could occur among political subdivisions and other entities currently authorized to enter into interlocal agreements as well as redevelopment departments, metropolitan development departments, port authorities, airport authorities, and regional development authorities, including the Northwest Indiana Regional Development Authority.

Under the bill, an economic development project is any project that a county, city, or town determines will: (1) promote significant opportunities for the gainful employment of its citizens; (2) attract a major new business enterprise to the unit; or (3) retain or expand a significant business enterprise within the unit. The project also must involve expenditures for land acquisition; site or infrastructure improvements; buildings and structures; rehabilitation, renovation, and enlargement of buildings and structures; machinery, equipment, furnishings, or facilities; administrative expenses associated with the project; or substance removal or remedial action.

**State Agencies Affected:**

**Local Agencies Affected:** Local units, redevelopment departments, metropolitan development departments, port authorities, airport authorities, and regional development authorities.

**Information Sources:**

**Fiscal Analyst:** Jim Landers, 317-232-9869.